#59494

Date:	**July 31, 2026**
Subject:	**Leggett & Platt, Incorporated - Anticipated Adjustment** **Option Symbol: LEG** **New Symbol: SGI1** **Date: ???**

Contract Adjustment

Date:	Effective the opening of the business day after the merger is consummated. Contract adjustment is anticipated to occur by year-end 2026.
Option Symbol:	LEG changes to SGI1
Strike Divisor:	1
Contracts Multiplier:	1
New Multiplier:	100 (e.g., a premium of 1.50 yields $150; a strike of 10 yields $1,000.00)
New Deliverable Per Contract:	1) 14 Somnigroup International Inc. (SGI) Common Shares 2) Cash in lieu of 0.55 fractional SGI Common Shares Note: Once determined the cash in lieu of fractional share portion of the option deliverable remains fixed and does not vary with price changes of any security.
CUSIP:	SGI: 88023U101

Pricing

Until the cash in lieu amount is determined, the underlying price for SGI1 will be determined as follows:

SGI1 = 0.1455 (SGI)

Delayed Settlement

The SGI component of the SGI1 deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash portion of the SGI1 deliverable until the cash in lieu of fractional SGI shares is determined. Upon determination of the cash in lieu amount, OCC will require Put exercisers and Call assignees to deliver the appropriate cash amount.

Background

On August 20, 2026, Shareholders of Leggett & Platt, Incorporated (LEG) will vote concerning the proposed merger with Somnigroup International Inc. (SGI). If the merger is approved and consummated, each existing LEG Common Share will be converted into the right to receive 0.1455 SGI Common Shares. Cash will be paid in lieu of fractional SGI shares.

Note: LEG may declare a Special Dividend to its shareholders to be paid immediately prior to the effective time of the merger, under certain conditions described in the LEG/SGI Proxy Statement/Prospectus dated July 9, 2026. If the Special Dividend amount is $0.125 per LEG share or greater, OCC expects to include 100 x the dividend amount in the SGI1 deliverable.

Disclaimer

ALL CLEARING MEMBERS ARE REQUESTED TO IMMEDIATELY ADVISE ALL BRANCH OFFICES AND CORRESPONDENTS ON THE ABOVE.

For questions regarding this memo, please email the Investor Education team at options@theocc.com. Clearing Member Firms of OCC may contact Member Services at 1-800-544-6091 or, within Canada, at 1-800-424-7320, or email memberservices@theocc.com.